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Office Memorandum • UNITED STATES GOVERNMENT

Chief, Advisory Committee

TO : (THRU: Executive for Personnel & Administration DATE: 11 December 1946

FROM : Assistant Chief, Finance Division

SUBJECT: Movement of [REDACTED]

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1. There is attached a recapitulation with accompanying remarks of the financial data pertinent to the proposed move to [REDACTED]. The total cost of the project is based on the six month period from 1 January through 30 June 1947 and is predicated on the approval and proceeding on the basis that a long-term lease will be executed rather than the obligation of funds in the additional amount of approximately \$258,000.00 for acquisition by simple fee title.

2. In view of the original investment in alteration and construction work it appears that it would not be sound financial policy to acquire the property on other than a long-term lease, i.e., with provisions for renewal for each year for a period of at least four or five years. This would protect the Government to the extent that full benefits would more likely result from the investment of \$180,000.00. The additional sum for acquisition by fee would have to be paid from funds received for purposes not originally identified with [REDACTED] activities in this category.

3. Based on the assumption that operations under the project, if approved, would not commence until about 1 January 1947 the costs for the remainder of the current fiscal year (including normal operating costs) would be \$296,725.00. This figure would be subject to some adjustment if revised estimates were necessary under certain objects of expenditure as indicated in the attached statement. Some consideration would also have to be given to possible income from subleases and occupancy of quarters by personnel although the amount of such receipts would not appreciably decrease the total current cost.

4. Funds available for the cost of this project are included in the 1947 monies in the working fund previously received from the War Department. It is not contemplated that any additional funds for this project will be available from the War Department in connection with the transfer of [REDACTED] to CIG.

5. Due to the large amount of construction work to be done certain legal questions will have to be cleared; however, it appears that the applicable appropriation language generally covers the contingencies which may arise.

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Attachment

Assistant Chief
Finance Division~~SECRET~~~~CONFIDENTIAL~~